VERIFIED COMPLAIN	~ A	C.S.D.N.Y. SHIFES
Defendant.	SEP	30 2009
NORTHERN SHIPPING JOINT STOCK COMPANY,		= 11 11 11 11 11 11 11 11 11 11 11 11 11
- against -	ECF CAS	ENVEN
Plaintiff,	: 09 CV _	
ASIAN MARINE SALVAGE LTD.,	X .V	OGJU
UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK		2004

Plaintiff, ASIAN MARINE SALVAGE LTD. (hereinafter "Plaintiff"), by and through its attorneys, Lennon, Murphy & Lennon, LLC, as and for its Verified Complaint against the Defendant, NORTHERN SHIPPING JOINT STICK COMPANY (hereinafter "Northern Shipping" or "Defendant" alleges upon information and belief as follows:

- 1. This is an admiralty and maritime claim within the meaning of Rule 9(h) of the Federal Rules of Civil Procedure and 28 United States Code § 1333.
- 2. At all times material to this action, Plaintiff was, and still is, a foreign company duly organized and operating under the laws of St. Vincent and The Grenadines, with a principal place of business located at 24F-1, No. 29 Hai Bian Road, Kaohsiung, Taiwan, Rep of China.
- 3. Upon information and belief, Northern Shipping was, and still is, a foreign corporation, or other business entity, having its office at NO.278 Ton Duc Thang Str, Dong Da District, Ha Noi City, Vietnam.
- 4. At all material times, Plaintiff was the operator of the salvage tug "SALVAGE DUKE".

- 5. Upon information and belief, Defendant Northern Shipping was, at all times material hereto, the owner of the motor tanker "LONG BIEN".
- 6. On or about 0852 hrs August 3, 2009 local time, Defendant, through its agent. non-party Sunscot and Company (hereinafter "Sunscot"), approached Plaintiff, operator of the salvage tug " SALVAGE DUKE", for a quote for service of towage to tow the LONG BIEN from where she was to either Subic Bay in Philippine or the port of Hai Phong in Vietnam. See email from Defendant to Plaintiff dated August 3, 2009 attached hereto as Exhibit "1."
- 7. Upon information and belief, LONG BIEN had main engine problems and was drifting at the position of 17-43N 116-25E.
- 8. Upon information and belief, the LONG BIEN contained 6,350 metric tons of fertilizer on board in her cargo holds.
- 9. In response to Defendant's request, Plaintiff offered "SALVAGE DUKE" of 7,00BHP and 95 tons bollard pull which had just departed from Hong Kong and was on her way to Kaohsiung, Taiwan, and gave an estimated time of arrival at the LONG BIEN in "approximate 24-28 hrs".
 - 10. Defendant accepted Plaintiff's offer and agreed to use the "SALVAGE DUKE."
- 11. Plaintiff instructed "SALVAGE DUKE" at 2015 hrs of the same day to deviate from her original course to Kaohsiung and proceed toward the ship "Long Bien". See Plaintiff's emails to Defendant and Defendant's emails to Plaintiff dated 0949 hrs August 4, 2009 annexed hereto as Exhibit "2."
 - 12. Plaintiff and Defendant agreed to the following terms:

Towage of " Long Bien" /Loaded with bulk fertilizer. From approximate lat 17-43N Long 116-25E to Da Nan. M.V. "Salvage Duke" 7,200 BHP 95 t bp.

Daily Hire RateUSD20,000.-/PDPR, including fuel, lubes & water whilst under tow.

Delivery/Redelivery: Up on tug's arrival at casualty location / Da Nang

Mob / Demob: USD25,000.-/ US\$55,000.-/both lump sum

Contract: Towhire

Minimum hire /cancellation: 5 days hire Payment: every 5 days in advance

Offer subject to Tug availability / terms & conditions.

See email dated 0856 hrs August 4, 2009 from Defendant to Plaintiff annexed hereto as Exhibit "3."

- 13. Plaintiff sent a written contract memorializing the parties' agreement in format of "Towhire" agreement to Defendant. See Plaintiff's' e-mail to Defendant dated 0909 hrs August 4, 2009, annexed hereto as Exhibit "4."
- 14. Subsequently, Defendant advised Plaintiff at 1827 hrs August 4, 2009 that the ship's main engine has been fixed by her crew, and tug assistance was no more required. See Defendants' email to Plaintiff annexed hereto as Exhibit "5."
- 15. Plaintiff immediately notified the "SALVAGE DUKE" that her assistance was no longer required, who returned the same day to Kaohsiung.
- 16. Plaintiff performed all of its obligations to Defendant pursuant to the agreement between Plaintiff and Defendant.
- 17. As a result of Defendant's breach of its agreement with Plaintiff, Plaintiff has suffered damages in the amount of \$225,000.00, which damages were foreseeable by Defendant at the time Defendant entered into the agreement with Plaintiff.
- 18. Due to and as a result of Defendant's breach of the Towhire agreement, Plaintiff has sustained damages in the principal amount of \$225,000.00, exclusive of interest, arbitration costs and attorneys' fees. See breakdown of amounts due annexed hereto as Exhibit "6."

- Pursuant to the Towhire agreement, disputes arising thereunder are to be 19. submitted to arbitration in London with English law to apply.
 - Plaintiff intends to commence London arbitration proceedings against Defendant. 20.
- Interest, costs and attorneys fees are routinely awarded to the prevailing party in 21. such proceedings. As best as can now be estimated, Plaintiff expects to recover the following amounts as the prevailing party in the substantive proceedings:

Total			\$313,500.00
	C.	Estimated recoverable attorney's fees and costs:	\$75,000.00
	В.	Interest on claim: 2 years at 3% per annum	\$13,500.00
	A.	Principal claim:	\$ 225,000.00

- The Defendant cannot be found within this District within the meaning of 22. Rule B of the Supplemental Rules for Certain Admiralty and Maritime Claims of the Federal Rules of Civil Procedure, but, upon information and belief, Defendant has, or will have during the pendency of this action, assets within this District and subject to the jurisdiction of this Court, held in the hands of one or more garnishees which are believed to be due and owing to the Defendant. See Affidavit in Support of Maritime Attachment annexed hereto as Exhibit "7."
- 23. The Plaintiff seeks an order from this court directing the Clerk of Court to issue Process of Maritime Attachment and Garnishment pursuant to Rule B of the Supplemental Rules for Certain Admiralty and Maritime Claims, attaching, inter alia, any assets of the Defendants held by the aforesaid garnishee for the purpose of obtaining personal jurisdiction over the Defendant, and to secure the Plaintiff's claims as described above.

WHEREFORE, Plaintiff prays:

- A. That process in due form of law issue against the Defendant, citing it to appear and answer under oath all and singular the matters alleged in the Verified Complaint;
- B. That pursuant to 9 U.S.C. §§ 201. et seq. and/or the doctrine of comity this Court recognize and confirm any foreign judgment or arbitration award rendered on the claims had herein as a Judgment of this Court;
- C. That since the Defendant cannot be found within this District pursuant to Rule B of the Supplemental Rules for Certain Admiralty and Maritime Claims, this Court issue an Order directing the Clerk of Court to issue Process of Maritime Attachment and Garnishment pursuant to Rule B of the Supplemental Rules for Certain Admiralty and Maritime Claims, attaching all goods, chattels, credits, letters of credit, bills of lading, effects, debts and monies, tangible or intangible, or any other funds held by any garnishee within the District which are due and owing to the Defendant, in the amount of \$313,500.00 calculated to date to secure the Plaintiff's claims, and that all persons claiming any interest in the same be cited to appear and pursuant to Supplemental Admiralty Rule B answer the matters alleged in the Complaint;
 - D. That this Court enter judgment against Defendant on the claims set forth herein;
- E. That this Court retain jurisdiction over this matter through the entry of any judgment or award associated with any of the claims currently pending, or which may be initiated in the future, including any appeals thereof;
 - F. That this Court award Plaintiff its attorney's fees and costs of this action; and
- G. That the Plaintiff have such other, further and different relief as the Court may deem just and proper.

Dated: September 30, 2009

The Plaintiff,

ASIAN MARINE SALVAGE LTD.

Nancy R. Siege

Coleen A. McEvoy

Charles E. Murphy

LENNON, MURPHY & LENNON, LLC

420 Lexington Ave., Suite 300

New York, NY 10170

(212) 490-6050 - phone

(212) 490-6070 – fax

nrs@lenmur.com

cam@lenmur.com

cem@lenmur.com

ATTORNEY'S VERIFICATION

- 1. My name is Nancy R. Siegel.
- I am over 18 years of age, of sound mind, capable of making this
 Verification, and fully competent to testify to all matters stated herein.
- 3. I am an attorney in the firm of Lennon, Murphy & Lennon, LLC, attorneys for the Plaintiff.
- 4. I have read the foregoing Verified Complaint and know the contents thereof and believe the same to be true and accurate to the best of my knowledge, information and belief.
- 5. The reason why this Verification is being made by the deponent and not by the Plaintiff is that the Plaintiff is a business organization with no officers or directors now within this District.
- 6. The source of my knowledge and the grounds for my belief are the statements made, and the documents and information received from, the Plaintiff and agents and/or representatives of the Plaintiff.
- 7. I am authorized to make this Verification on behalf of the Plaintiff.

 Dated: September 30, 2009

Nancy R. Sjegel

EXHIBIT 1

Exhibit

From: "Sunscot" < Sunscot@sunscot.com> Date: 3 August 2009 09:30:12 GMT+08:00

To: "Asian Marine - Steve J. Hulme " < asus487@seed.net.tw>, "Asian Marine

Kaohsiung " <asus487@so-net.net.tw>

Subject: LONG BIEN IN POSITION 17-43 NORTH AND 116 25 EAST

TO: ASIA MARINE

FM: SUNSCOT HONG KONG

GOOD MORNING STEVE,

REF: LONG BIEN ENGINE PROBLEM 17-43 NORTH 116-25 EAST

WE ARE SUNSCOT AND COMPANY BASED IN HONG KONG SINCE 1983 AND OUR CONTACT **DETAILS ARE AS FOLLOWS:-**

SUNSCOT AND COMPANY **ROOM 1505 JUBILEE CENTRE** 46, LOCKHART ROAD **WANCHAI** HONG KONG

PHONE (852) 2865-1889 FAX (852) 2861-0298 E-MAIL "SUNSCOT@SUNSCOT.COM" WEEB SITE " WWW.SUNSCOT.COM "

OUR PRINCIPALS VESSEL "LONG BIEN" HAS SUFFERED A MAIN ENGINE FAILURE IN POSITION 17-43 NORTH AND 116-25 EAST AND HER DETAILS ARE AS FOLLOWS:-

LONG BIEN (EX - ESPERANZA ACE) DWT: 6,846 MT, ON 7.493 M DRAFT

BUILT: 11/1989 IWAGI ZOSEN K.K. -IWAG JAPAN VIETNAM FLAG TWEEN DECK CARGO VESSEL

CLASS: VIETNAM REGISTER

LOA: 97.13M, LBP: 89.95M, BREADTH: 18.00M

HOLDS: 2 / HATCHES: 2

THE LONG BIEN LOADED 6,350 MTS BULK FERTLISER FROM KAOHSIUNG FOR DISCHARGE IN PORT KELANG.

AS ADVISED SHE HAS SUFFERED A MAIN ENGINE FAILURE IN POSITION 17-43N, 116-25E.

CAN YOU PLEASE QUOTE TO TOW HER TO SUBIC BAY OR HAIPHONG

HER LOADED DRAFT IS ABOUT 7.5 METERS.

Kind regards

Keith Martin

Sunscot and Company Limited

Phone (852) 2865-1889

Fax (852) 2861-0298

Mobile (852) 9467-0364

e-mail sunscot@sunscot.com

HTTP www.sunscot.com

EXHIBIT 2

From: "S_DUKE" <<u>S_duke@SkyFile.com</u>> **Date:** 4 August 2009 09:49:14 GMT+08:00

To: sunscot@sunscot.com
Cc: amc@asian-marine.com.tw
Subject: " Mv Long Bien"

04 July 2009

To: Ric Sunscot/Kieth

From: Salvage Duke

Subject: "Mv Long bien"

(1.) 2015hrs.lt. yesterday altered course towards "Mv Long Bien"

position. after received a telecon advise from Mr.

K.T.Lu. Course was set to 115t to passed N n E of

Pratas due to TD in lat-19.4n long-115.8e moving N.

(2.) 0730hrs.lt. today course was altered to 214 to pass E of Pratas

TS GONI in lat-20.3n long-114.2e moving NW.

- (3.) 0900hrs.lt. Received new position of "Mv Long Bien" lat-18.02n long-118.00e, course reroute towards Casualty n set course to 150t. Eta 0700hrs.lt. tomorrow 05 July 2009. at present speed of 9.0kts.
- (4.) WX- Wind- Se- Force- 30kts. Sea- rough. Please advise particulars of Mv Long Bien n contact details.

B/Rgds

Capt. Rea

Exhibit

From: "Sunscot" < Sunscot@sunscot.com > Date: 3 August 2009 17:49:55 GMT+08:00

To: "Asian Marine - Steve J. Hulme " <a sus487@seed.net.tw>

Subject: MV LONG BIEN - TOW TO DANANG

To: Northern Shipping Fm: Sunscot Hong Kong

Steve / Keith

REF : LONG BIEN – SALVAGE DUKE

The Owners have agreed to use the "SALVAGE DUKE" and have authorised

us to counter as follows :-

- Towage of "Long Bien" / Loaded with Bulk fertilizer
- From Approx Lat 17-43N Long 116-25E to Da Nang
- M.V. "Salvage Duke" 7200 Bhp 95t Bp
- Daily Hire Rate USD 20,000-00/- PDPR, Including Fuel, Lubes & Water whilst under tow
- Delivery / Redelivery Up on Tug's arrival at Casualty Location / Da Nang
- Mob / Demob USD 25,000 / USD 50,000/ both lump sum
- Contract Towhire

- Minimum hire / Cancellation 5 Days Hire
- Payment Every 5 Days in advance
- Offer Subject To Tug Availability / Terms & Conditions
- Counter valid for reply by 2000 HK time today.

The Address of Northern Shipping, owners of the Long Bien is as follows:-

Northern Shipping Company, 278, Ton Duc Thang, Dong Da District, Hanoi, Vietnam

After redelivery of the tug we would be looking at debiting ASIAN MARINE with a USD 5,000 debit note for commission – is this OK with you.

Kind regards
Keith Martin
Sunscot and Company Limited
Phone (852) 2865-1889
Fax (852) 2861-0298
Mobile (852) 9467-0364
e-mail sunscot@sunscot.com
HTTP www.sunscot.com

Exhibit 3

From: "S.J.Hulme" <amc@asian-marine.com.tw>

Date: 3 August 2009 11:16:45 GMT+08:00 To: Sunscot < Sunscot@sunscot.com >

Cc: Marine Asian <amc@asian-marine.com.tw>

Subject: Fwd: LONG BIEN IN POSITION 17-43 NORTH AND 116 25 EAST

Hi Kieth,

Approximately 24 - 28 Hrs, subject to weather. Salvage Duke has just, in the last hour departed Hong Kong opl at Economical speed for Kaohsiung but is still prompt available to divert at any time, subject to availability / terms & conditions.

Regards,

Steve

Begin forwarded message:

EXHIBIT 3

Exhibit

From: "Sunscot" < Sunscot@sunscot.com> Date: 4 August 2009 08:56:26 GMT+08:00

To: "Asian Marine - Steve J. Hulme " <asus487@seed.net.tw>

Subject: MV LONG BIEN - TOW TO DANANG

Steve / Keith

REF: LONG BIEN - SALVAGE **DUKE**

Last night I advised Northern Shipping that the minimum that the Owners of the

- "SALVAGE DUKE" will agree is as follows:-
- Towage of "Long Bien" / Loaded with Bulk fertilizer
- From Approx Lat 17-43N Long 116-25E to Da Nang
- M.V. "Salvage Duke" 7200 Bhp 95t Bp
- Daily Hire Rate USD 20,000-00/- PDPR, Including Fuel, Lubes & Water whilst under tow
- Delivery / Redelivery Up on Tug's arrival at Casualty Location / Da Nang
- Mob / Demob USD 25,000 / USD 55,000/ both lump sum
- Contract Towhire
- Minimum hire / Cancellation 5 Days Hire
- Payment Every 5 Days in advance

- Offer Subject To Tug Availability / Terms & Conditions

Document 1

Verbally they said OK and I am awaiting their written confirmation as they have notified their Insurance of everything.

I will revert very shortly with the full contact details of the Long Bien.

Kind regards Keith Martin Sunscot and Company Limited Phone (852) 2865-1889 (852) 2861-0298 Fax Mobile (852) 9467-0364 e-mail <u>sunscot@sunscot.com</u>

HTTP www.sunscot.com

EXHIBIT 4

Exhibit

From: "S.J.Hulme" < amc@asian-marine.com.tw>

Date: 4 August 2009 09:09:18 GMT+08:00

To: Sunscot < Sunscot@sunscot.com >

Cc: Marine Asian <amc@asian-marine.com.tw>, "Lu K.T. Lu" <ktluamc@hotmail.com>

Subject: Fwd: MV LONG BIEN - TOW TO DANANG

Dear Kieth,

As per Mr Lu's telephone counter offer with you, of yesterday evening. Enclosed is a draft copy of the contract with the agreed Mob /demob & Commission Payments.

- Mob / demob USD 25,000 / USD 55,000 / Both Lump Sum
- Confirm commission to Sunscot as USD 4,000/- Lump Sum payment only

Please advise if any comments to the draft contract & then I can make up the originals.

Best Regards,

Steve J. Hulme

Operations Manager

Asian Marine Co. Ltd.,

24-1, no 29 Hai Bian Road,

Kaohsiung, Taiwan

Post Code: 80248

Office Tel: +886-7-2692700

Office Fax:- +886-7-2692702

Mob:- +886-936-252199

E-Mail:-

asianmarine@asian-marine.com.tw

amc@asian-marine.com.tw

Website: www.asian-marine.com.tw

(BIKCO)	Date and place of Agreement 3rd. August, 2009 / Kaohsiung	RECOMMENDED INTERNATIONAL OCEAN TOWAGE AGREEMENT (DAILY HIRE) CODE NAME: "TOWHIRE"	PARTI					
European Tugowners Association (ETA) The Baltic and International Maritime Council (SIMCO)	2. Tugowne/place of business Asian Marine Co. Ltd., 24F-1, Nos 29 Hai Bian Road, Kaohsiung, Taiwan Off Tel: +886 7 269 2700 Off Fax: +886 7 269 2702 E Mail: amc@asian-marine.com.tw	3. Hirer/place of business Northern Shipping Joint Stock Company (NOSCO), No 278 Ton Duc Thang Str., Dong Da Distr, Ha Noi City, Vietnam Off Tel: +84 4 3851 4377 Off Fax: +84 4 3511 3347 E Mail: nosco@fpt.vn						
The state of the s	4. <u>Tow</u> (name and type) MV Long Bien / Tween Deck Cargo Vessel	5. Gross tonnage/displacement tonnage Dwt 6846 M/t						
	6. Maximum length/maximum breadth & towing draught (fore and aft) L 97.13m x B 18m x M Graft 7.493m	7. Flag and place of registry Vietnam						
	8. Registered owners See Box 3	9. Classification society VR						
	10. P. & I. Kability insurers	11. General condition of tow Seaworthy with M/Engine Breakdown						
Printed by BIMCO's Idea	12. Particulars of cargo and/or ballast and/or other property on board the tow Loaded with 6,350 Mts Bulk Fertiliser							
Printe	13. <u>Tug</u> (name and type) MV "Salvage Duke" / Ocean - Going Tug	14. Flag and place of registry St Vincent & The Grenadines / Kingslown						
	15. Gross tonnage Grt 1059t	16. Classification Society RMS						
	17. P. & I. Eablity insurers Shipowner's Mutual Protection & Indemnity Association, Luxembourg							
	18. Certificated bollard pull (if any) 95t BP	19. Indicated horse power 7200 BHP						
council (BIMCO)	20. Estimated daily average bunker oil consumption in good weather and state (a) at full towing power with tow N/A	nooth water						
nal Maritime C	(b) at full sea speed without tow N/A							
Prigin, published by Baltins Council (BIACO)	21. Winches and main towing gear Equipped with Double drum Towing Winch litted with 2 x 58	mm Diameter x 1100 Mtr Tow Wires						

(continued)

(continued)

"TOWHIRE" INTERNATIONAL OCEAN TOWAGE AGREEMENT (DAILY HIRE)

PARTI

22. Nature of service(s) (Cl. 1)		
Towage Only	T	
23. Place of departure (CL.7) Upon Arrival Approx Position of Casualty Lat 17-43N Long 116-25E	24. Date of departure 4 th -5 th . August, 2009	25. Place of destination (CL 8) Da Nang, Vietnam
26. Contemplated route (Cl. 17) Most Direct & always at the Tug	Master's discretion, with regard to s	safety, in consultation with the Master of the Tow
27. Notices (state number of hours/days n	olice of arrival of tug at place of departure and to whom to be given)	28. Notices (state number of hours/days notice of arrival of tug and tow at place of destination and to whom to be given) N/A
29. Riding crew to be provided by (also stands)	ate numbes to be provided) (Cl. 9).	30 old ciding crew provided by Tugowner state amount per man per day payable by Hiter (Cl. 9)
31. Mobilisation payment (optional, only to USD 25,000/-	be filled in it expressly agreed) (CL 2(e))	32. Demobilisation payment (optional, only to be filled in if expressly agreed) (Cl. 2(f) USD 55,000/-
33. Daily rate of hire and advance paymer Daily Hire Rate USD 20,000f-PDI Every 5 Days In Advance	nt period(s) (Cl. 2(a)) PR Including Fuel, Lubes & Water,	34. Payment of hire and for riding crew (if any) (state currency, mode of payment, place of payment and bank account) (Cl. 2(b)) By Telegraphic Transfer In United States Dollars Only, without deduction, up on receipt of Tug Owner's Faxed / Electronic Invoice & to the Bank Account Details Stated Therein.
35. Minimum period of hire, if any agreed 5 Days Hire USD 100,000!-		36. Commencement of period of hire (<u>Cl. 2(a)</u>) Up On Tug'Arrival at the Place of the drifting casualty.
37. Termination of period of hire (Cl. 2(a)) Da Nang / Pilot Away on tug's r	elease	38. Cancelling date, if any agreed (Ct. 15(e)) N/A
39. Interest rate (%) per annum to run from 3% Per Annum / 5 Banking Day	due (<u>Cl. 5</u>)	Security (state sum, by whom to be provided and when) (optional, only to be filled in if expressly agreed) (Cf. 6) N/A
41. Cost of bunker oil and lubricating oils (s	state whether included or excluded from da	ily rate of hire; if included state type of bunkers and cost per metric torne (per litre for tubricating oils) (Cl. 2(d))
42. Cancellation fee (Cl. 16) As Per Box 65 / ADays Hire = 18		43. Numbers of additional clauses, covering special provisions, if agreed Nin

(continued)

"TOWHIRE" INTERNATIONAL OCEAN TOWAGE AGREEMENT (DAILY HIRE)

PART I

It is mutually agreed between the party mentioned in Box 2 (hereinafter called "the Tugowner") and the party mentioned in Box 3 (hereinafter called "the Hirer") that the Tugowner shall, subject to the terms and conditions of this Agreement which consists of PART I including additional clauses, if any agreed and stated in Box 43, and PART II, use his best endeavours to perform the towage or other service(s) as set out herein. In the event of a conflict of terms and conditions, the provisions of PART II to the extent of such conflict but no further.

Asian Marine Co. Ltd. Northern Shipping Joint Stock Company	
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PART II "Towhire" International Ocean Towage Agreement (Daily Hire)

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1. The Tow

"The Tow" shall include any vessel, craft or object of whatsoever nature including anything carried thereon as described in PART I to which the Tugowner agrees to render the service(s) as set out in Box 22.

Price and Conditions of Payment

(a) The Hirer shall pay the Tugowner the amount of hire set out in Box 33 per day or pro rata for part of a day (hereinafter called the "Tug's Daily Rate of

- Hire") from the time stated in <u>Box 36</u> until the time stated in <u>Box 37</u>.

 (b) ① The Tug's Daily Rate of Hire shall be payable in advance as set out in Box 33: all hire or equivalent compensation hereunder shall be fully and Irrevocably earned and non-returnable on a daily basis.
 - (ii) In the event of the Tug being lost, hire shall cease as of the date of the loss. If the date of the loss cannot be ascertained, then, in addition to any other sums which may be due, half the rate of hire shall be paid, calculated from the date the Tug was last reported until the calculated arrival of the Tug at her destination provided such period does not exceed 14 days.
 - (iii) In the event of the Tow being tost, hire shall continue until the Tug arrives at its destination or such nearer place, at the Tugowner's discretion, provided such period does not exceed 14 days.
- (c) Within 14 days of the termination of the services ingreunder by the Tug-owner, the Tugowner within necessary address in conformance with the terms of this Agreement hire paid is advance. Any hire paintby the Hire source earned under this Agreement and which is refundable therefunded shall be refunded to the Hirer within 14 days thereafter.
- (d) (i) In the event that the Daily Rate of Hire includes the cost of bunkers and the average price per metric tonne of bunkers actually paid by the Tugowner differs from the amounts specified in Box 41 then the Hirer or the Tugowner, as the case may be, shall pay to the other the difference per metric tonne for every metric tonne consumed during the voyage. The average price specified above shall be the average of the prices per metric tenne actually paid by the Tugowner on the basis of quanti-tles purchased at the last bunkering port prior to departure on the voyage, any bunkering port during the voyage, and the first bunkering port after completion of the voyage. The log book of the Tug shall be prima facte evidence of the quantity of bunkers consumed.
 - (ii) In the event that the Daily Rate of Hire excludes the cost of bunkers then the Hirer shall pay to the Tugowner the cost of the bunkers and lu-bricants consumed by the Tug in fulfilling the terms of this Agreement. The Tug shall be delivered with sufficient bunkers and lubricants on board for the tow to the first bunkering port (if any) or destination and be re-delivered with not less than sufficient bunkers to reach the next bunkening stage en route to the Tug's next port of call. The Hirer upon delivery and the Tugowner upon re-delivery shall pay for the bunkers and lubricants on board at the current contract price at the time at the port of delivery and re-delivery or at the nearest bunkering port.
- *) (e) If agreed, the Hirer shall pay the sum set out in <u>Box 3</u> by way of a mobal sation charge. This sum shall be paid on or before the commencement of the Tug's voyage to the place of departure, and shall be non-returnable, Tug and/or Tow lost or not lost.
- ") (f) if agreed, the Hirer shall pay the sum set out in Box 32 by way of a demobilisation charge. This amount shall be paid tow lost or not lost, on or before the termination by the Tugowner of his services under this Agreement.
- (g) The Hire and any other sums payable to the Tugowner under this Agreement (or any part thereof) shall be due, payable and paid without any discount, deduction, set-off, lien, claim or counterclaim.
- ") Sub-clauses (e) and (f) are optional and shall only apply if agreed and sla-
- ted in Boxes 31 and 32, respectively.

 Additional Charges and Extra Costs

 (a) The Hirer shall appoint his agents at the places of generative and place of destination and ports of califor relige and shall provide such eigents with a adequate funds as required.
 - (b) The Hirer shall bear and pay as and when they fall due:-
 - (i) All port expenses, pilotage charges, harbour and canal dues and all other expenses of a similar nature levied upon or payable in respect of both the Tug and the Tow.
 - (ii) All taxes, (other than those normally payable by the Tugowner in the country where he has his principal place of business and in the country where the Tug is registered) stamp duties or other levies payable in respect of or in connection with this Agreement or the payments of hire or other sums payable under this Agreement or the services to be performed under or in pursuance of this Agreement, any Customs or Excise duties and any costs, dues or expenses payable in respect of any necessary permits or licences.
 - (ii) The cost of the services of any assisting tugs when deemed necessary by the Tugmaster or prescribed by Port or other Authorities.
 - (iv) All costs and expenses necessary for the preparation of the Tow for

towing (including such costs or expenses as those of raising the anchor of the Tow or tending or casting off any moorings of the Tow). (v) The cost of insurance of the Tow shall be the sole responsibility of the Hirer to provide.

(c) All taxes, charges, costs, and expenses payable by the Hirer shall be paid by the Hirer direct to those entitled to them. If, however, any such tax, charge, cost or expense is in fact paid by or on behalf of the Tugowner (not-withstanding that the Tugowner shall under no circumstances be under any obligation to make such payments on behalf of the Hirer) the Hirer shall reimburse the Tugowner on the basis of the actual cost to the Tugowner upon presentation of invoice.

War Risk Escalation Clause

The rate of hire is based and assessed on all war risk insurance costs applicable to the Tugowner in respect of the contemplated voyage in effect on the date of this Agreement.

In the event of any subsequent increase or decrease in the actual costs due to the Tugowner fulfilling his obligations under this Agreement, the Hirer or the Tugowner, as the case may be, shall reimburse to the other the amount of any increase or decrease in the war risk, confiscation, deprivation or trapping insurance costs.

If any amounts due under this Agreement are not pate when due, then interest shall accrue and shall be paid of accordance with the provisions of Box 35 on all such amounts until payment is received by the Tugowner.

The Hirer undertakes to provide, if required by the Tugowner, security to the satisfaction of the Tugowner in the form and in the sum, at the place and at the time indicated in Box 40 as a guarantee for due performance of the Agreement, Such security shall be returned to the guarantor when the Hirer's financial obligations under this Agreement have been met in full. (Optional, only applicable if Box 40 filled in).

Place of Departure

(a) The Tow shall be tendered to the Tugowner at the place of departure stated in Box 23.

(b) The precise place of departure shall always be sale and accessible for the Tug to enter, to operate in and for the Tug and Tow to leave and shall be a place where such Tug is permitted to commence the towage in accordance with any local or other rules, requirements or regulations and shall always be subject to the approval of the Tugowner which shall not be unreasonably

Place of Destination

(a) The Tow shall be accepted forthwith and taken over by the Hirer or his duly authorised representative at the place of destination stated in Box 25. (b) The precise place of destination shall always be safe and accessible for the Tug and Tow to enter, to operate in, and for the Tug to leave and shall be a place where such Tug is permitted to redeliver the Tow in accordance with any local or other rules, requirements or regulations and shall always be subject to the approval of the Tugowner, which approval shall not be unreasonably withheld.

Riding Crew

(a) In the event that the Tugowner provides a Riding Crew for the Tow, such crew and their suitability for the work shall be in the discretion of the Tugowner. All expenses for such personnel shall be for the account of the Tugowner.

(b) In the event that any personnel are placed on board the Tow by the Hirer all expenses for such personnel withhelp the account of the Hirer and such personnel shall be at all times under the orders of the Master of the Tug, but shall not be deemed to be the separatis of agents of the Tugowner.

(c) The Riding Crew shall be provided at the Hirer's sole expense with suitable accompandation find fresh water life swing and accompandation and fresh water life swing and accompandation. table accommodation, food, fresh water, life saving appliances and all other

requirements to comply as necessary with the law and regulations of the law of the Flag of the Tug and/or Tow and of the States through the territorial waters of which the Tug will pass or enter. It is a requirement that members of the Riding Crew provided by the Hirer shall be able to speak and understand the English language or any other mutual language.

10. Towing Gear and Use of Tow's Gear

(a) The Tugowner agrees to provide free of cost to the Hirer all towing hawsers, bridles and other towing gear normally carried on board the Tug. for the purpose of the towage or other services to be provided under this Agreement. The Tow shall be connected up in a manner within the discretion of

(b) The Tugowner may make reasonable use at his discretion of the Tow's gear, power, anchors, anchor cables, radio, communication and naviga-

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PARTII

Document 1

"Towhire" International Ocean Towage Agreement (Daily Hire)

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tional equipment and all other appurtenances free of cost during and for the purposes of the towage or other services to be provided under this Agree-

11. Permits and Certification

(a) The Hirer shall arrange at his own cost and provide to the Tugowner all necessary licenses, authorisations and permits required by the Tug and Tow to undertake and complete the contractual voyage together with all ne-cessary certification for the Tow to enter or leave all or any ports of call or refuge on the contemplated voyage

(b) Any loss or expense incurred by the Tugowner by reason of the Hirer's failure to comply with this Clause shall be reimbursed by the Hirer to the Tugowner and during any delay caused thereby the Tug shall remain on

12. Tow-worthiness of the Tow

(a) The Hirer shall exercise due diligence to ensure that the Tow shall, at the commencement of the towage, be in all respects fit to be towed from the place of departure to the place of destination.

(b) The Hirer undertakes that the Tow will be suitably trimmed and prepared and ready to be towed at the time when the Tug arrives at the place of departure and fitted and equipped with such shapes, signals, navigational and other lights of a type required for the flowage.

(c) The Hirer shall supplying the fluggowifer or the fluggnaster on the arrival of the Tug at the place of generating an inconditional certificate of townworthiness for the Tow issued by a recognised time of Marine Surveyors or Survey Organisation, provided always that the Tugowner shall not be under any obligation to perform the towage until in his discretion he is satisfied that the Tow is in all respects trimmed, prepared, lit and ready for towage but the Tugowner shall not unreasonably withhold his approval. (d) No inspection of the Tow by the Tugowner shall constitute approval of the Tow's condition or be deemed a walver of the foregoing undertakings

given by the Hirer. 13. Seaworthiness of the Tug

The Tugowner will exercise due diligence to lender the Tug at the place of departure in a seaworthy condition and in all respects ready to perform the towage, but the Tugowner gives no other warranties, express or implied.

14. Substitution of Tugs

The Tugowner shall at all times have the right to substitute any tug or tugs for any other tug or tugs of adequate power (including two or more tugs for one, or one tug for two or more) at any time whether before or after the commencement of the towage or other services and shall be at liberty to employ a tug or tugs belonging to other tugowners for the whole or part of the towage or other service contemplated under this Agreement. Provided however, that the main particulars of the substituted tog or tugs shall be subject to the Hirer's prior approval, but such approval shall not be unreasonably withheld.

15. Salvage

(a) Should the Tow break away from the Tug during the course of the towage service, the Tug shall render all reasonable services to re-connect the towline and fulfill this Agreement without making any claim for salvage. (b) If at any time the Tugowner or the Tugmaster considers it necessary or advisable to seek or accept salvage services from any vessel or person on behalf of the Tug or Tow, or both, the Hirer hereby undertakes and warrants that the Tugowner or his duly authorised servant or agent including the Tugmaster have the full actual authority of the Hirer to accept such services on behalf of the Tow on any reasonable terms

16. Cancellation and Withdrawall
(a) At any time prior to the departure of the Tow formular lace of departure the Hirer may cancel this known is the properties of the cancellation takes place writes the Tug is en route to the place of departure or after the Tug has arrived at or off the place of departure then in addition to the said cancellation fee the Hirer shall pay any additional amounts due under this Agreement.

(b) In the event that the towage operation is terminated after departure from the place of departure, but before the Tow arrives at the place of destination without fault on the part of the Tugowner, his servants or agents, the Tugowner shall be entitled to be paid, and if already paid to retain all sums payable according to Boxes 31/34 and any other amounts due under this Agreement. The above amounts are in addition to any damages the Tugowner may be entitled to claim for breach of this Agreement.

(c) The Tugowner may without prejudice to any other remedies he may have leave the Tow in a place where the Hirer may take repossession of it and be entitled to payment of cancellation fee or hire, whichever is the greater, and all other payments due under this Agreement, upon any one or more of the following grounds:

(i) If there is any delay or delays (other than delay caused by the Tug) at the place of departure exceeding in aggregate 21 running days. (ii) If there is any delay or delays (other than a delay caused by the Tug) at any port or place of call or refuge exceeding in aggregate 21 running days

(iii) If the security as may be required according to Box 40 is not given within 7 running days of the Tugowner's request to provide security.
(iv) If the Hirer has not accepted the Yow within 7 running days of arrival at the place of destination.

(v) If any amount payable under this Agreement has not been paid within 7 running days of the date such sums are due.

(d) Before exercising his option of withdrawing from this Agreement as aforesaid, the Tugowner shall if practicable give the Hirer 48 hours notice (Saturdays, Sundays and public Holidays excluded) of his intention so to

(e) Should the Tug not be ready to commence the towage at the latest at midnight on the date, if any, indicated in Box 38, the Hirer shall have the option of cancelling this Agreement and shall be entitled to claim damages for detention if due to the wilful default of the Tugowner. Should the Tugowner anticipate that the Tug will not be ready, he shall notify the Hirer thereof by telex, cable or of therwise in writing without delay stating the expected date of the rule commence the towage in accordance with this Agreement.

17. Necessary Deviation

(a) If the Tug during the course of the towage or other service under this Agreement puts into a port or place or seeks sheker or is detained or deviates from the original route as set out in Box 26 because either the Tugowner or Tugmaster reasonably consider

(i) that the Tow is not fit to be towed or

(i) the Tow is incapable of being towed at the original speed contemplated by the Tugowner or

(iii) the towing connection requires rearrangement, or

(iv) repairs or alterations to or additional equipment for the Tow are required to saleguard the venture and enable the Tow to be towed to destination, or

(v) it would not be prudent to do otherwise on account of weather conditions actual or forecast, or

because of any other good and valid reason outside the control of the Tugowner or Tugmaster, or because of any delay caused by or at the request of the Hirer, this Agreement shall remain in full force and effect.

(b) The Tug shall at all times be at liberty to go to the assistance of any vessel in distress for the purpose of saving life or property or to call at any port or place for bunkers, repairs, supplies, or any other necessaries or to land disabled seamen, but if towing the Tug shall leave the Tow in a safe place and during such period this Agreement shall remain in full force and effect but any period so spent by the Tog in fulfilling or attempting to fulfil the purposes permitted by this sub-paragraph other than for normal replenishment of bunkers or fresh water or supplies shall not entitle the Tugowner to recover from the Hirer the Daily Rate of Hire for the said period.

(c) The Tug shall have liberty to comply with any orders or directions as to departure, arrival, routes, ports of call, stoppages, destination, delivery, requisition or otherwise howsoever given by the Government of the Nation under whose flag the Tug or Tow sails or any department thereof, or any person acting or purporting to act with the authority for such Government or

any department thereof or by the committee or person having under the terms of the War Riskshnsorance on the Tug the right to give such orders or directions and if by reason of and incompliance withen y such orders or directions and in the window of the control of the window of the control fulfilment of this Agreement and hire and/or all other sums shall be paid to the Tugowner accordingly.

(d) Any deviation howsoever or whatsoever by the Tug or by the Tugowner not expressly permitted by the terms and conditions of this Agreement shall not amount to a repudiation of this Agreement and the Agreement shall remain in full force and effect notwithstanding such deviation, save that no hire shall be paid for the period of such deviation, and shall be without prejudice to any other remedies which the Hirer may have against the Tugowner.

1. (a) The Tugowner will indemnity the Hirer in respect of any liability adjudged due or claim reasonably compromised arising out of injury or death occurring during the towage or other service hereunder to any of the following persons:

(i) The Master and members of the crew of the Tug and any other servant or agent of the Tugowner;

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PART II

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Document 1

"Towhire" International Ocean Towage Agreement (Daily Hire)

- (ii) The members of the Riding Crew provided by the Tugowner or any other person whom the Tugowner provides on board the Tow; (iii) Any other person on board the Tug who is not a servant or agent of the Hirer or otherwise on board on behalf of or at the request of the Hirer.
- (b) The Hirer will indemnify the Tugowner in respect of any liability adjudged due or claim reasonably compromised arising from injury or death occurring during the towage or other service hereunder to any of the following
 - (i) The Master and members of the crew of the Tow and any other servant or agents of the Hirer;
 - (ii) Any other person on board the Tow for whatever purpose except the members of the Riding Crew or any other persons whom the Tugowner provides on board the Tow pursuant to their obligations under this Agreement
- (a) The following shall be for the sole account of the Tugowner without any recourse to the Hirer, his servants, or agents, whether or not the same is due to breach of contract, negligence or any other fault on the part of the HIrer, his servants or agents:
 - (i) Loss or damage of whatsoever nature, howsoever caused to or sus-
 - the tained by the Tug or any property on board the Tug.

 (ii) Loss or damage of what coever nature caused it or solvered by third parties or their property by reason of contact with the Tug or obstruction created by the presence of the Fug.

 (iii) Loss or damage of what soever natures differed by the Tug owner or the tug owner
 - by third parties in consequence of the loss or damage referred to in (i) and (ii) above.
 - (iv) Any liability in respect of wreck removal or in respect of the expense of moving or lighting or buoying the Tug or in respect of preventing or abating pollution originating from the Tug.

The Tugowner will indemnity the Hirer in respect of any liability adjudged due to a third party or any claim by a third party reasonably compromised arising out of any such loss or damage. The Tugowner shall not in any cir-cumstances be liable for any loss or damage suffered by the Hirer or caused to or sustained by the Tow in consequence of loss or damage howsoever caused to or sustained by the Tug or any property on board the Tug. (b) The following shall be for the sole account of the Hirer without any recourse to the Tugowner, his servants or agents, whether or not the same is due to breach of contract, negligence or any fault on the part of the Tugowner, his servants or agents:

- (i) Loss or damage of whatsoever nature, howsoever caused to or sustained by the Tow.
- (ii) Loss or damage of whatsoever nature caused to or suffered by third parties or their property by reason of contact with the Tow or obstruction created by the presence of the Tow.
- (iii) Loss or damage of whatsoever nature suffered by the Hirer or by third parties in consequence of the loss or damage referred to in (i) and m above.
- (iv) Any liability in respect of wreck removal or in respect of the expense of moving or lighting or buoying the Tow or in respect of preventing or abating pollution originating from the Tow.

The Hirer will indemnify the Tugowner in respect of any liability adjudged due to a third party or any claim by a third party reasonably compromised arising out of any such loss or damage but the Hirer shall not in any circumstances be liable for any loss or damage suffered by the Tugowner or caused to or sustained by the Tug in consequence of loss or damage, howsoever caused to or sustained by the Tow.

- 3. Save for the provisions of Clauses 11, 12, 13 and 16 neither the Tugowner nor the Hirer shall be liable to the other party for loss of production of any other fidured or consequential damage for any reason whatsoever.

 4. Notwithstanding any provisions of this Agreement to the opinion, the
- Tugowner shall have the benefit of all limitations of, and exemptions from, liability accorded to the Owners or Chartered Owners of Vessels by any applicable statute or rule of law for the time being in force and the same benefits are to apply regardless of the form of signatures given to this Agreement.

19. Himalaya Clause

All exceptions, exemptions, defences, immunities, limitations of liability, indemnities, privileges and conditions granted or provided by this Agreement or by any applicable statute rule or regulation for the benefit of the Tugowner or Hirer shall also apply to and be for the benefit of demise charterers, sub-contractors, operators, master, officers and crew of the Tug or Tow and to and be for the benefit of all bodies corporate parent of, subsidiary to, affiliated with or under the same management as either of them, as well as all directors, officers, servants and agents of the same and to and be for the benefit of all parties performing services within the scope of this Agreement for or on behalf of the Tug or Tugowner or Hirer as servants, agents and

sub-contractors of such parties. The Tugowner or Hirer shall be deemed to be acting as agent or trustee of and for the benefit of all such persons, entities and vessels set forth above but only for the limited purpose of contracting for the extension of such benefits to such persons, bodies and vessels.

War and Other Difficulties

(a) If owing to any Hostilities; War or Civil War; Acts of Terrorism; Acts of Public Enemies; Arrest or Restraint of Princes, Rulers or People; Insurrections: Riots or Civil Commotions: Disturbances: Acts of God: Epidemics: Quarantine; Ice; Labour Troubles; Labour Obstructions; Strikes; Lock-outs; Embargoes; Seizure of the Tow under Legal Process or for any other cause outside the control of the Tugowner it would be impossible or unsafe or commercially impracticable for the Tug or Tow or both to leave or attempt to leave the place of departure or any port or place of call or refuge or to reach or enter or attempt to reach or enter the port or place of destination of the Tow and there deliver the Tow and leave again, all of which safely and without unreasonable delay, the Tug may leave the Tow or any part thereof at the place of departure or any other port or place where the Hirer may take repossession and this shall be deemed a due fulfilment by the Tugowner of this Agreement and any outstanding sums and all extra costs of delivery at such place and any storage costs incurred by the Tugowner shall there-

apon become due and payable by the Hirer

(b) If the performance of this Agreement or the voyage of the place of departors would in the ordinary course of events require the Tug and/or Tow

10.0 pass throughout pair to an area where after this Agreement is made there is or there appears to be danger of such area being blocked or passage through being restricted or made hazardous by reason of War, Acts of Terrorism, Trapping of Vessels, Civil War, Acts of Public Enemies, Arrest or Restraint of Princes, Rulers or People, Insurrection, Riots or Civil Commotions or Disturbances or other dangers of a similar nature them:

(i) If the Tug has not entered such area en route to the place of departure, or having entered has become trapped therein, for a period of more than 14 days either party hereto shall be entitled to terminate this Agreement by telex, cable or other written notice in which event, save for liabilities already accrued neither party shall be under any further liability to the other but the Tugowner shall not be bound to repay to the Hirer any payments already made and all amounts due shall remain payable.

(ii) If the Tug and Tow whilst en route to the place of destination have not entered such area during the course of the towage or other service the Hirer shall continue to pay the Daily Rate of Hire for every day by which the towage is prolonged by reason of waiting for such area to become clear and/or safe and/or by reason of proceeding by a longer route to avoid or pass such area in safety.

(ii) If the Tug and Tow whilst en route to the place of destination have become trapped in such area during the course of the towage or other service either party shall, after a period of 14 days from the commencement of such trapping, be entitled to terminate this Agreement by telex, cable or other written notice, in which event, save for liabilities already accrued, neither party shall be under any further liability to the other but the Tugowner shall not be bound to repay to the Hirer any payment already made and all amounts due shall remain payable.

21. Lien

Without prejudice to any other rights which he may have, whether in rem or in personam, the Tugowner, by himself or his servants or agents or otherwise shall be entitled to exercise a possessory lien upon the Tow in respect of any sum howspever or whatsoever due to the Tugowner under this Agreement and shall for the purpose of exercising such possessory lien be enti-red to take and/or xeep possession of the Town provided always that the Hi-rer shall pay withe Tugowijer all reasonable costs and expenses howsoever or what soever neutred byter on begatter the Tugowijer in exercising or at-tempting or preparing to exercise such lien and the Tugowijer shall be entitled to receive from the Hirer the Tug's Daily Rate of Hire throughout any

reasonable delay to the Tug resulting therefrom.

22. Warranty of Authority

If at the time of making this Agreement or providing any service under this Agreement other than towing at the request, express or implied, of the Hirer, the Hirer is not the Owner of the Tow referred to in Box 4, the Hirer expressly represents that he is authorised to make and does make this Agreement for and on behalf of the Owner of the said Tow subject to each and all of these conditions and agrees that both the Hirer and the Owner of the Tow are bound jointly and severally by these conditions.

23.

(a) If any one or more of the terms, conditions or provisions in this Agreement or any part thereof shall be held to be invalid, void or of no effect for any reason whatsoever, the same shall not affect the validity of the remain-

PART II "Towhire" International Ocean Towage Agreement (Daily Hire)

	ing terms, conditions or provisions which shall remain and subsist in full force and effect.	454 455		and all rights whatsoever and howsnever shall be absolutely barred and extinguished.	470 471
	(b) For the purpose of this Agreement unless the context otherwise requires the singular shall include the plural and vice versa. (c) Any extension of time granted by the Tugowner to the Hirer or any indulgence shown relating to the time limits so out in this Agreement shall not be a waiver of the Tugowner's right under this Agreement to act upon the Hirer's failure to comply with the time limits.	456 457 458 459 460 461	25.	Law and Jurisdiction This Agreement shall be construed in accordance with and governed by English law. Any dispute or difference which may arise out of or in connection with this Agreement or the services to be performed hereunder shall be referred to the High Court of Justice in London. submitted to and settled by	472 473 474 475 476
4.	Time for Suit Save for the indemnity provisions under <u>Clause 18</u> of this Agreement, any claim which may arise out of or in connection with this Agreement or of any towage or other service to be performed hereunder shall be notified by telex, cable or otherwise in writing within 6 months of delivery of the Tow or of the termination of the towage or other service for any reason whatever, and any suit shall be brought within one year of the time when the cause of action first arose. If either of these conditions is not complied with the claim	462 463 464 465 466 467 468 469		Arbitration held in London to that the Rules & Practice of London Maritime Arbitrator's Association, including the Rules for small claims shall be adopted & apply. No suit shall be brought in any other state or jurisdiction except that either party shall have the option to bring proceedings in rem to obtain conservative setzure or other similar remedy against any vessel or property owned by the other party in any state or jurisdiction where such vessel or property may be found.	477 478 479 480 481

WORKING COPY

WORKING COPY

EXHIBIT 5

<u>Exhibit</u>

From: "Sunscot" < Sunscot@sunscot.com > Date: 4 August 2009 18:27:04 GMT+08:00

To: "Asian Marine - Steve J. Hulme " asus487@seed.net.tw

Subject: MV LONG BIEN

Steve / Keith

I have been pushing the Owners all day to confirm the hire of the "SALVAGE DUKE" and they kept

on saying that there were just waiting for their insurance to confirm the same. I regret to advise that they have now just sent me the following for which I can only apologise:-

QUOTE

From: Anh

Sent: 04 August 2009 18:11

To: Sunscot

Subject: MV LONG BIEN

Dear Keith,

Plsd to adv you that our crew member are successful to overcome vsls ME trouble.

As you know the vsls has 6 cylinder and one of piston was damaged.

They sealed that cylinder and steaming with remaining 5 cylinder to Danang to repair. The vsls has just departed thus hiring salvage shud be temporary canceled. Thank you very much for your best asistant and express our deep gratitude to you. With best regards, Anh

UNQUOTE

I can only apologise for this poor outcome – but I was pushing them all day for confirmation

of the tug hire.

Kind regards

Keith Martin

Sunscot and Company Limited

Phone (852) 2865-1889

Fax (852) 2861-0298

Mobile (852) 9467-0364

e-mail <u>sunscot@sunscot.com</u>

HTTP www.sunscot.com

EXHIBIT 6

BREAKDOWN OF CLAIM

Cancellation Fees – 5 days hire@ \$20,000.00 per day: \$100,000.00

Charges of Mobilization: \$25,000.00

Hire – 5 days @ \$20,000.00 per day: \$100,000.00

TOTAL: \$225,000.00

EXHIBIT 7

	X	
SIAN MARINE SALVAGE LTD.,	:	09 CV
Plaintiff,	:	ECF CASE
- against -	:	
ORTHERN SHIPPING JOINT STOCK OMPANY,	: : :	
Defendant.	:	

State of Connecticut)		
)	ss:	Southport
County of Fairfield)		_

Coleen A. McEvoy, being duly sworn, deposes and says:

I am a member of the Bar of this Court and represent the Plaintiff herein. I am 1. familiar with the facts of this case and make this Affidavit in support of Plaintiff's prayer for the issuance of a Writ of Maritime Attachment and Garnishment, pursuant to Rule B of the Supplemental Admiralty Rules of the Federal Rules of Civil Procedure.

DEFENDANT IS NOT PRESENT IN THE SOUTHERN DISTRICT OF NEW YORK

I have attempted to locate the Defendant NORTHERN SHIPPING JOINT 2. STOCK COMPANY within the Southern District of New York (hereinafter "SDNY"). As part of my investigation to locate the Defendant within the SDNY, I checked the telephone company information directory, as well as the white and yellow pages for New York listed on the Internet or World Wide Web, and did not find any listing for the Defendant. Finally, I checked the New York State Department of Corporations' online database which showed no listings or registration for the Defendant.

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3. I submit based on the foregoing that the Defendant cannot be found within the SDNY within the meaning of Rule B of the Supplemental Rules for Admiralty and Maritime Claims and Asset Forfeiture Actions ("Rule B").

DEFENDANT'S PROPERTY MAY BE FOUND IN THE SDNY

- 4. Upon information and belief, and also based upon payments made by the Plaintiff to the Defendant under the involved contracts which were sent by way of electronic funds transfers routed through New York intermediary banks, the Defendant has, or will have during the pendency of this action, tangible and intangible property as the same is defined under Rule B within the SDNY and subject to the jurisdiction of this Court, held in the hands of garnishees within the SDNY, which are believed to be due and owing to the Defendant.
- 5. Upon information and belief, in the case of payments made by foreign parties, the vast majority of electronic funds transfers in U.S. dollars pass through banking/financial intermediaries located within the SDNY.
- 6. Upon information and belief, Defendant has ongoing contractual obligations, or has had such obligations, that require it to make send / receive payments in U.S. dollars. Thus, the likelihood that the Defendant will send / receive future payments through one of the banks named in Schedule "A" to the proposed ORDER DIRECTING CLERK TO ISSUE PROCESS OF MARITIME ATTACHMENT AND GARNISHMENT AND APPOINTING PROCESS SERVER is high and satisfies the reasonable belief threshold. The garnishee banks listed are limited to ones who regularly act as "intermediary banks" to effect wire transfers in U.S. dollars between a foreign originating bank and a foreign beneficiary bank.

PRAYER FOR RELIEF FOR ORDER ALLOWING SPECIAL PROCESS SERVER

- 7. Plaintiff seeks an Order pursuant to Rule 4(c) of the Federal Rules of Civil Procedure, for an Order appointing Patrick F. Lennon, Kevin J. Lennon, Charles E. Murphy, Nancy R. Peterson, Coleen A. McEvoy, Anne C. LeVasseur, Darin L. Callahan or any other partner, associate, paralegal or agent of Lennon, Murphy & Lennon, LLC, or any process server employed by Gotham Process Servers, in addition to the United States Marshal, to serve the Ex Parte Order and Process of Maritime Attachment and Garnishment, together with any interrogatories, upon the garnishee(s), together with any other garnishee(s) who (based upon information developed subsequent hereto by the Plaintiff) may hold assets of, for or on account of, the Defendant.
- 8. Plaintiff seeks to serve the prayed for Process of Maritime Attachment and Garnishment with all deliberate speed so that it may be fully protected against the potential of being unable to satisfy a judgment/award ultimately obtained by Plaintiff and entered against the Defendant.
- 9. To the extent that this application for an Order appointing a special process server with respect to this attachment and garnishment does not involve a restraint of physical property, it is submitted that there is no sound reason to require that the service be effected by the Marshal as it involves simple delivery of the Process of Maritime Attachment and Garnishment to the various garnishees to be identified in the writ and the required use of a Marshal will cause delay, additional expense and provide no benefit in respect of the purpose for which Plaintiff has filed this action.

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PRAYER FOR RELIEF TO SERVE LATER IDENTIFIED GARNISHEES

Plaintiff also respectfully requests that the Court grant it leave to serve any 10. additional garnishee(s) who may, upon information and belief obtained in the course of this litigation, to be holding, or believed to be holding, property of the Defendants, within the SDNY. Obtaining leave of Court at this time to serve any later identified garnishees will allow for prompt service of the Process of Maritime Attachment and Garnishment without the need to present to the Court amended Process seeking simply to identify other garnishee(s).

PRAYER FOR RELIEF TO DEEM SERVICE CONTINUOUS

- Further, in order to avoid the need to repetitively serve the garnishees/banks, 11. Plaintiff respectfully seeks further leave of the Court, as set out in the proposed Ex Parte Order for Process of Maritime Attachment, for any process that is served on a garnishee to be deemed effective and continuous service of process throughout any given day on which process is served and throughout the next day, provided that process is served the next day, and to authorize service of process via facsimile or e-mail following initial in personam service.
- 12. Several garnishee banks, including, but not limited to, J.P. Morgan Chase, BNP Paribas, Societe Generale, have refused to consent to deem service of Rule B Orders and Writs continuous which will necessitate parties to serve these garnishees numerous times throughout any given day. In seeking an Ex Parte Order deeming service continuous the Plaintiff relies on the holding on DNSD Subsea AS v. Oceanografia, S.A. de CV, 569 F. Supp. 2d 339, 347 (S.D.N.Y. 2008) which, in upholding the propriety of an Ex Parte Order which deemed service continuous, stated as follows:

Clearly, the goal of the continuous service provision contained in the order signed by Judge Karas in this case and by Judge Scheindlin in Ulisses was not to undermine the Second Circuit's prohibition on the attachment of after-acquired

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property announced in Reibor. Rather, the continuous service provision 'was intended to avoid the absurdity, security problems, and inconvenience of requiring the garnishee banks to accept service repeatedly throughout the day.' Ulisses, 415 F. Supp. 2d at 328. Indeed, the absence of such a continuous service provision either by court order or by consent from the garnishees - would inevitably result in the posting of lawyers and/or process servers at bank offices around the clock in an attempt to capture EFTs at the precise moment of their arrival. Defendant's narrow reading of Reibor, would, in effect, overrule the Second Circuit's later holding in Winter Storm - something the Second Circuit expressly declined to do in Aqua Stoli -- by making it virtually impossible to attach EFTs in Rule B cases.

The Courts within the Southern District of New York have an interest in 13. preserving the efficacy of the Ex Parte Orders issued therein. As a result, and in order to give effect to the Rule B relief requested herein, the Plaintiff request that the Court issue an Ex Parte Order deeming service continuous.

Dated: September 30, 2009

Coleen A. McEvoy

Sworn and subscribed to before me

this 30th day of September, 2009

Notary Public Commissioner of the Superior Court

Mary E. Fedorchak Notary Public-Connecticut My Commission Expires November 30, 2011